### § 1033.70

(b) The following table shows the factors and constants to be used in computing the somatic cell adjustment:

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Somatic cell counts	Factors	Constants for computing the somatic cell adjust- ment
1 to 50,000	.300	.09375
51,000 to 100,000	.200	.062500
101,000 to 150,000	.150	.046875
151,000 to 200,000	.100	.031250
201,000 to 250,000	.050	.015625
251,000 to 300,000	.025	.0078125
301,000 to 350,000	.000	.000000
351,000 to 400,000	.000	.000000
401,000 to 450,000	025	0078125
451,000 to 500,000	050	015625
501,000 to 550,000	075	0234375
551,000 to 600,000	100	031250
601,000 to 650,000	125	0390625
651,000 to 700,000	150	046875
701,000 to 750,000	200	062500
751,000 and above	250	078125

[58 FR 43509, Aug. 17, 1993]

### PAYMENTS FOR MILK

## § 1033.70 Producer-settlement fund.

The market administrator shall maintain a separate fund, known as the "producer-settlement fund", which shall function as follows:

- (a) All payments made by handlers pursuant to §§1033.71, 1033.76, and 1033.77 shall be deposited in this fund, and all payments made pursuant to §§1033.72 and 1033.77 shall be made out of this fund;
- (b) The difference between the amount added pursuant to §1033.61(d) and the amount resulting from the subtraction pursuant to §1033.61(f) shall be deposited in, or withdrawn from, this fund, as the case may be.

[40 FR 27464, June 30, 1975, as amended at 49 FR 7353, Feb. 29, 1984; 58 FR 27822, May 11, 1993; 58 FR 43509, Aug. 17, 1993]

## §1033.71 Payments to the market administrator.

(a) Subject to paragraph (d) of this section, each handler shall pay to the market administrator on or before the 26th day of each month an amount determined by multiplying the hundredweight of producer milk and bulk fluid milk products from a pool plant operated by a cooperative association received by such handler during the first 15 days of the month by the basic formula price for the preceding month

less proper deductions and charges authorized in writing by such producers.

- (b) Subject to paragraph (c) of this section, each handler shall pay to the market administrator on or before the 15th day after the end of each month the value of such handler's milk pursuant to \$1033.60(a) through (l) and the value of bulk fluid milk products received from a pool plant operated by a cooperative association pursuant to \$1033.43(d) as determined pursuant to \$1033.60(a), (b), (h), (i) and (j), less:
- (1) The amount obtained from multiplying the weighted average differential price applicable at the location of the plants from which the other source milk is received (not to be less than zero) by the hundredweight of other source milk for which a value is computed pursuant to § 1033.60(g);
- (2) Partial payments made pursuant to paragraph (a) of this section for such month; and
- (3) Proper deductions and charges authorized in writing by producers from whom the handler received milk, except that the total deductions and charges made under this section for the month for each producer shall not be greater than the total value of the milk received from such producer during the month.
- (c) Subject to paragraph (d) of this section, each handler operating a distributing plant that is subject to the classification and pricing provisions of another order which provides for individual handler pooling shall pay to the market administrator for the producer-settlement fund on or before the 25th day after the end of the month an amount computed as follows:
- (1) Determine the quantity of reconstituted skim milk in filled milk disposed of as route disposition in the marketing area which was allocated to Class I at such other order plant. If reconstituted skim milk in filled milk is disposed of from such plant as route disposition in marketing areas regulated by two or more marketwide pool orders, the reconstituted skim milk assigned to Class I shall be prorated according to the route disposition in each marketing area; and
- (2) Compute the value of the quantity of reconstituted skim milk assigned in paragraph (b)(1) of this section to route

disposition in this marketing area at the Class I price under this part applicable at the location of the other order plant (not to be less than the Class III price) and subtract its value at the Class III price.

- (d) The following conditions shall apply with respect to the payments prescribed in paragraphs (a), (b) and (c) of this section:
- (1) Payments to the market administrator shall be deemed not to have been made until such payments have been received by the market administrator;
- (2) If the date by which payments must be received by the market administrator falls on a Saturday or Sunday or any day that is a national holiday, payments shall be considered to have been received by the due date if they are received not later than the next day on which the market administrator's office is open for public business; and
- (3) Payments due the market administrator from a cooperative association as a handler may be offset by payments determined by the market administrator to be due the cooperative association pursuant to §1033.72.

[49 FR 36076, Sept. 14, 1984, as amended at 58 FR 27822, May 11, 1993; 58 FR 43509, Aug. 17, 1993]

# §1033.72 Payment to producers and to cooperative associations.

(a) On or before the 28th day of the month, the market administrator shall make payment, subject to paragraphs (c) and (d) of this section, to each producer for milk received from such individual producer and to each cooperative association for bulk fluid milk products delivered from its pool plant to another pool plant during the first 15 days of the month by handlers from whom the appropriate payments have been received pursuant to §1033.71(a) at a rate per hundredweight equal to the basic formula price for the preceding month, less the deductions authorized in writing by producers and charges made by handlers with respect to such milk.

(b) On or before the 17th day after the end of the month, the market administrator shall make payment, subject to paragraphs (c) and (d) of this section, to each producer for milk received

from such individual producer and to each cooperative association for bulk fluid milk products delivered from its pool plant to another pool plant during the month by handlers from whom the appropriate payments have been received pursuant to §1033.71(b) of the amount determined pursuant to §1033.65, less:

- (1) Partial payments made pursuant to paragraph (a) of this section with respect to such milk;
- (2) Deductions for marketing services pursuant to § 1033.86; and
- (3) Other deductions authorized in writing by producers and made by handlers with respect to such milk.
- (c) In lieu of making payments to individual producers pursuant to paragraphs (a) and (b) of this section, the market administrator shall pay, on or before the day prior to the dates specified in such paragraphs, to each cooperative association that so requests with respect to those producers for whom it markets milk and who are certified to the market administrator as having authorized the cooperative association to receive such payment an amount equal to the sum of the individual payments otherwise payable to such producers pursuant to paragraphs (a) and (b) of this section.

(d) In lieu of making payments to individual producers pursuant to paragraphs (a) and (b) of this section, the market administrator shall pay, on or before the day prior to the dates specified in such paragraphs, to each handler who so requests for milk received by the handler from producers for whom a cooperative association is not collecting payments pursuant to paragraph (c) of this section an amount equal to the sum of the individual payments otherwise payable to such producers pursuant to paragraphs (a) and (b) of this section. The handler then shall pay the individual producers the amounts due them by the respective dates specified in paragraphs (a) and (b) of this section. Any handler who the market administrator determines is or was delinquent with respect to any payment obligation under this order shall not be eligible to participate in this payment arrangement until the handler has met all prescribed payment obligations for three consecutive